

**HARRISON TOWN SCHOOL DISTRICT  
COUNTY OF HUDSON  
NEW JERSEY**

**AUDITOR'S MANAGEMENT REPORT**

**ADMINISTRATIVE FINDINGS - FINANCIAL, COMPLIANCE  
AND PERFORMANCE**

**FISCAL YEAR ENDED JUNE 30, 2021**

**SAMUEL KLEIN AND COMPANY, LLP  
CERTIFIED PUBLIC ACCOUNTANTS**

**HARRISON TOWN SCHOOL DISTRICT  
COUNTY OF HUDSON  
NEW JERSEY**

**AUDITOR'S MANAGEMENT REPORT ON ADMINISTRATIVE FINDINGS -  
FINANCIAL, COMPLIANCE AND PERFORMANCE**

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## REPORT OF INDEPENDENT AUDITORS

Honorable President and Members  
of the Board of Education  
Harrison Town School District  
County of Hudson, New Jersey 07029

We have audited, in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the Board of Education of the Harrison Town School District in the County of Hudson for the year ended June 30, 2021, and have issued our report thereon dated February 23, 2022.

As part of our audit, we performed procedures required by the New Jersey Department of Education, and the findings and results thereof are disclosed on the following pages, as listed in the accompanying table of contents.

This report is intended for the information of the Harrison Town Board of Education's management and the New Jersey Department of Education. However, this report is a matter of public record and its distribution is not limited.



JOSEPH J. FACCONI  
Licensed Public School Accountant #194



SAMUEL KLEIN AND COMPANY, LLP  
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey  
February 23, 2022

**HARRISON TOWN SCHOOL DISTRICT**

**ADMINISTRATIVE FINDINGS - FINANCIAL, COMPLIANCE AND PERFORMANCE**

**Scope of Audit**

The audit covered the financial transactions of the Board Secretary/School Business Administrator and Treasurer of School Moneys, the activities of the Board of Education, and the records of the various funds under the auspices of the Board of Education.

**Administrative Practices and Procedures**

Insurance

Fire insurance coverage was carried in the amounts as detailed on Exhibit J-20, Insurance Schedule, contained in the District's Comprehensive Annual Financial Report (CAFR).

Official Bonds

<u>Name</u>	<u>Position</u>	<u>Amount of Bond</u>
Daniel J. Choffo	Board Secretary/School Business Administrator	\$150,000.00
Gabriela V. Simoes Dos Santos	Treasurer of School Moneys	220,000.00

There is an Employee Dishonesty Blanket Bond with the Selective Insurance Company covering all other employees with multiple coverage of \$100,000.00.

Tuition Charges

The tuition charge for East Newark Board of Education is fixed.

Tuition charges are fixed by contractual agreement which does not require the District to adjust future billings.

**Financial Planning, Accounting and Reporting**

Examination of Claims

An examination of claims paid during the period under review did not indicate any discrepancies with respect to signatures, certification or budget accounts.

In verifying expenditures, computations were tested on claims approved and paid. No attempt was made in this connection to establish proof of rendition, character or extent of services, nor quantities, nature, propriety of prices or receipt of materials, these elements being left necessarily to internal review in connection with approval of claims.

Payroll Account and Position Control Roster

The net salaries of all employees of the Board were deposited in the Payroll Account. Employees' payroll deductions and employer's share of fringe benefits were deposited in the Payroll Agency Account.

All payrolls were approved by the Superintendent and were certified by the President of the Board and the Board Secretary/Business Administrator.

## **Financial Planning, Accounting and Reporting (Continued)**

### Payroll Account and Position Control Roster (Continued)

Salary withholdings were promptly remitted to the proper agencies including health benefits premium amounts withheld due to the general fund.

The propriety of deductions from individual salaries for Pensions, Social Security, Withholding Tax and other purposes was not verified as part of this examination.

### Reserve for Encumbrances and Accounts Payable

A review of outstanding issued purchase orders was made as of June 30, 2021 for proper classification of orders as reserve for encumbrances and accounts payable.

All encumbrances, contracts, salaries and expenditures for state and federally funded projects were in accordance with laws and regulations and in conformity with procurement requirements.

### Unemployment Compensation Insurance Trust Fund

The Board has adopted the direct reimbursement method and has established an Unemployment Compensation Insurance Trust Fund.

### Classification of Expenditures

The coding of expenditures was tested for proper classification in accordance with N.J.A.C. 6A:23-16.2(f) as part of our test of transactions of randomly selected expenditure items. We also reviewed the coding of all expenditures included in our compliance and single audit testing procedures. In addition to randomly selecting a test sample, our sample selection specifically targeted administrative coding classifications to determine overall reliability and compliance with N.J.A.C. 6A:23A-8.3. There were no transaction errors noted as a result of the procedures performed.

### Board Secretary's Records

The financial records, books of accounts and minutes maintained by the Board Secretary were in satisfactory condition. The prescribed contractual order system was followed.

The School District's double entry system of account records were maintained in accordance with the Department of Education's prescribed GAAP Technical Systems Manual, pursuant to N.J.S.A. 18A:4-14 and N.J.A.C.60-20-2A.

Revenue and receipts were established and verified as to source and amount only insofar as the local records permitted.

### Treasurer's Records

The Treasurer's records were examined and found to be in agreement with the records of the Board Secretary.

### Elementary and Secondary Education Act (E.S.E.A.) as Amended by the Every Student Succeeds Act (ESSA)

The E.S.E.A. financial exhibits are contained within the Special Revenue Section of the CAFR. This section of the CAFR documents the financial position pertaining to the projects under Titles I and VI of the Elementary and Secondary Education Act as amended and reauthorized.

The study of compliance for E.S.E.A. did not indicate any areas of noncompliance and/or questioned costs.

### Other Special Federal and State Projects

The District's Special Projects were approved as listed on Schedule A (K-3) and Schedule B (K-4) reflected in the CAFR.

## **Financial Planning, Accounting and Reporting (Continued)**

### **Other Special Federal and State Projects (Continued)**

Our audit of the federal and state funds, on a test basis, indicated that obligations and expenditures were incurred during the fiscal year or project period for which the project was approved.

The financial exhibits are contained within the Special Revenue Section of the CAFR. This section of the CAFR documents the financial position pertaining to the aforementioned special projects.

The study of compliance for the special projects indicated that there were no areas of noncompliance and/or questioned costs.

### **TPAF Reimbursement**

Our audit procedures included a test of the biweekly reimbursement forms filed with the Department of Education for District employees who are members of the Teachers' Pension and Annuity Fund. No exceptions were noted.

### **TPAF Reimbursement to the State for Federal Salary Expenditures**

The reimbursement to the State for the amount of the expenditure charged to the current year's Final Report(s) for all federal Awards for the school district to reimburse the State for the TPAF/FICA payments made by the State on-behalf of the school district for those employees whose salaries are identified as being paid from federal funds was made subsequent to the end of the 60 days grant liquidation period, but prior to the 90 days required by N.J.S.A. 18A:66-90. Accordingly, the expenditure was made in accordance with State law (90 days) and properly reported as obligated and not expended and as an unliquidated balance in the current year's Final Report(s) for all federal awards.

## **School Purchasing Programs**

### **Contracts and Agreements Requiring Advertisement for Bids**

The bid thresholds in accordance with N.J.S.A. 18A:18A-2 is \$32,000.00 without a Qualified Purchasing Agent. The law regulating bidding for public school transportation contracts under N.J.S.A. 18A:39-3 is \$19,600.00 for 2020-21.

The Board of Education has the responsibility of determining whether the expenditures in any category will exceed the statutory thresholds within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Solicitor's opinion should be sought before a commitment is made.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

The results of our examination indicated that no individual payments, contracts, or agreements were made for the "performance of any work or the furnishing or hiring of any materials or supplies", in excess of the statutory thresholds where there had been no advertising for bids in accordance with the provision of N.J.S.A. 18A:18A-4, as amended.

Resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 18A:18A-5.

The system of records did not provide for an accumulation of purchases for which the school board used contracts entered into by the State Department of Purchase and Property pursuant to Ch. 114, P.L. 1977, therefore, the extent of such purchases could not reasonably be ascertained.

## **School Food Service**

### ***PUBLIC HEALTH EMERGENCY***

In accordance with the Governor's Declaration of Emergency pertaining to the COVID-19 Virus, all Public, Charter, Non-Public schools were ordered to close effective March 18, 2020 for an undetermined period to limit the spread of the virus. As a result, School Food Authorities (SFA) were required to institute alternate procedures to provide meals to Free and Reduced Price eligible students during the period of school closures.

During SY 2020-2021, the public health emergency was still applicable. As a result, School Food Authorities (SFA's) were required to provide meals in accordance with the regulations governing the National School Nutrition Seamless Summer Option (SSO) or the Summer Food Service Program (SFSP) option.

SFA's were authorized to solicit and award emergency noncompetitive procurements and contracts with Food Service Management Companies in accordance with 2 CFR 200.320 and N.J.S.A. 18A:18A-7. The SFA's were also authorized to submit contract modifications to their existing Cost Reimbursable or Fixed Price contracts as necessary to ensure the feeding of all children throughout the age of 18, as well as persons over 18 with disabilities as defined in the regulations.

SFA's were notified of the requirement to maintain and report separate meal count records and financial records of all applicable costs incurred in providing meals to all free and reduced price meal eligible students during the emergency.

The financial transactions and statistical records of the school food service fund were reviewed. The financial accounts, meal count records and eligibility applications were reviewed on a test-check basis.

Cash receipts and bank records were reviewed for timely deposit.

The District utilizes a food service management company (FSMC) and is depositing and expending program monies in accordance with *N.J.S.A.* 18A:17-34, and 19-1 through 19-4.1. Provisions of the FSMC Fixed Price or non-competitive emergency procurement contract/addendum were reviewed and audited. The FSMC contract includes an operating results provision which guarantees that the food service program will return a profit of at least \$50,000.00. The operating results provision has been met. All vendor discounts, rebates and credits from vendors and/or the FSMC were tracked and credited to the Food Service Account and reconciled to supporting documentation at least annually.

Expenditures should be separately recorded as food, labor and other costs. Vendor invoices were reviewed and costs verified. Inventory records on food and supply items were currently maintained and properly applied in determining the cost of food and supplies used.

The cash disbursements records reflected expenditures for program related goods and services. The appropriate revenue and expenditure records were maintained in order to substantiate the nonprofit status of the school food service.

The SFA recorded and maintained separate supporting documentation for additional costs (food, supplies, transportation, etc.) applicable to the implementation of the COVID-19 meal service under SSO or SFSP program requirements.

The FSMC did apply for and receive a loan in accordance with Payroll Protection Plan and did use the funds to pay for costs applicable to the Food Service Programs. The PPP loan is still pending forgiveness and the FSMC did not refund or credit the applicable amounts to the SFA.

Net cash resources did not exceed three months average expenditures.

Time sheets were reviewed and labor costs verified. Payroll records were maintained on all School Food.

Service employees were authorized by the board of education/board of trustees. No exceptions were noted.

The number of meals claimed for reimbursement was compared to sales and meal count records. As part of the claims review process, the Edit Check Worksheet was completed. Reimbursement claims were/were not submitted/certified in a timely manner.

Applications for free and reduced price meals were reviewed for completeness and accuracy. The number of free and reduced price meals claimed as served was compared to the number of valid applications/ or to the list of directly certified students on file, times the number of operating days, on a school-by-school basis. The free and reduced price meal and free milk policy was reviewed for uniform administration throughout the School System. Sites approved to participate in Provisions I and II were examined for compliance with all counting and claiming requirements. The required verification procedures for free and reduced price applications were completed and available for review.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (CAFR Schedule B-5) does separate program and non-program revenue and program and non-program cost of goods sold.

The School District did provide the detailed revenue and expenditure information necessary in order to execute the U.S.D.A. mandated Non-Program Food Revenue Tool at least annually.

Exhibits reflecting child nutrition program operations are included in the section entitled Enterprise Funds, Section G of the CAFR.

### **Student Body Activities**

The Student Body Activity Fund encompasses three (3) Elementary Schools, One (1) Middle School, One (1) Athletic Account and the High School.

Cash receipts and disbursements records submitted for examination were analyzed in detail. Cancelled checks and available vouchers and invoices were examined and compared to disbursement records.

### **Application for State School Aid**

Our audit procedures included a test of information reported in the October 15, 2020 Application for State School Aid (ASSA) for on-roll, private schools for the handicapped, low-income and bilingual. We also performed a review of the District procedures related to its completion. The information on the ASSA was compared to the District workpapers without exception. The information that was included on the workpapers was compared to the registers without exceptions. The results of our procedures are presented in the Schedule of Audited Enrollments.

The District maintained workpapers on the prescribed state forms or their equivalent.

The District has adequate written procedures for the recording of student enrollment data.

### **Pupil Transportation**

Our audit procedures included a test of on-roll status reported in the 2020-2021 District Report of Transported Resident Students (DRTRS). The information that was included on the DRTRS was verified to the DRTRS Eligibility Summary Report without exception. The results of our procedures are presented in the Schedule of Audited Enrollments.

Our procedures also included a review of transportation related contracts and purchases. Based on our review, the District complied with proper bidding procedures and award of contracts. The bid specifications for the purchase of buses were in compliance with applicable statutes. No exceptions were noted in our review of transportation related purchases of goods and services.

### **Facilities and Capital Assets**

Accounting for capital assets is required in order to maintain physical accountability over the assets owned by a school. The accounting system should provide a record of the fixed assets obtained over the years that are still in service and identify the funding source for the purchase of those assets. This provides the ability to prevent, detect and recognize losses of capital assets. The New Jersey Department of Education notified school districts that, effective July 1, 2001, there is a \$2,000.00 capitalization threshold for capital assets. This is a policy set for financial reporting and accounting purposes. Schools may use a lower threshold for asset management and insurance purposes.



### **Testing for Lead of all Drinking Water in Educational Facilities**

The School District adheres to all the requirements of N.J.A.C. 26-1.2 and 12.4 related to the testing for lead of all drinking water in education facilities.

The School District did submit the Annual Statement of Assurance to the Department of Education pursuant to N.J.A.C. 6A:26-12.4(g).

### **Follow-Up on Prior Years' Findings**

In accordance with *Government Auditing Standards*, our procedures included a review of all prior year recommendations. Corrective action had been taken on all prior year findings.

### **Miscellaneous**

The minutes indicate that the Report on Examination of Accounts for the 2019-2020 fiscal year was reviewed by the Board, a synopsis thereof distributed at a public meeting and public discussion held.

Revenue and receipts were established and verified as to source and amount only insofar as the local records permitted.

**Acknowledgment**

We received the complete cooperation of all the officials of the School District and greatly appreciate the courtesies extended to the members of the audit team.



JOSEPH J. FACCONI  
Licensed Public School Accountant #194



SAMUEL KLEIN AND COMPANY, LLP  
CERTIFIED PUBLIC ACCOUNTANTS

Newark, New Jersey  
February 23, 2022

**HARRISON BOARD OF EDUCATION**  
**ENTERPRISE FUND - FOOD SERVICE FUND**  
**SCHEDULE OF MEAL COUNT ACTIVITY**  
**NUMBER OF MEALS SERVED AND (OVER)/UNDERCLAIM - FEDERAL**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**SCHEDULE OF MEAL COUNT ACTIVITY**

<u>PROGRAM</u>	<u>MEAL CATEGORY</u>	<u>MEALS CLAIMED</u>	<u>MEALS TESTED</u>	<u>MEALS VERIFIED</u>	<u>DIFFERENCE</u>	<u>RATE</u>	<u>(OVER)/ UNDER-CLAIM</u>
National School Lunch	SFO-2020/2021	201,196	80,478	80,478	None	\$3.76 /\$3.91	None
	TOTAL	<u>201,196</u>	<u>80,478</u>	<u>80,478</u>			<u>None</u>
School Breakfast	SFO-2020/2021	200,721	80,288	80,288	None	\$2.16/\$2.24	None
	TOTAL	<u>200,721</u>	<u>80,288</u>	<u>80,288</u>			<u>None</u>
<b>Total Net (Over)/Underclaim</b>							<b><u>\$ -</u></b>

**HARRISON TOWN SCHOOL DISTRICT**  
**COUNTY OF HUDSON**  
**FISCAL YEAR ENDED JUNE 30, 2021**

**NET CASH RESOURCE SCHEDULE**

**Net Cash Resources did not Exceed Three Months of Expenditures  
Proprietary Funds - Food Service  
FYE 2021**

<u>Net Cash Resources:</u>	Food Service B - 4/5	
<b>CAFR</b> *		<b>Current Assets</b>
B-4	\$	Cash and Cash Equiv. 11,700
B-4	\$	Due from Other Gov'ts. 330,036
B-4	\$	Accounts Receivable 57,181
B-4		Investments
<b>CAFR</b>		<b>Current Liabilities</b>
B-4	\$	Less Accounts Payable (182,985)
B-4		Less Accruals
B-4		Less Due to Other Funds
B-4		Less Deferred Revenue
	<u>\$</u>	<b>Net Cash Resources</b> <u>215,932</u> (A)

**Net Adj. Total Operating Expense:**

B-5	1,152,443	Tot. Operating Exp.
B-5	<u>(4,953)</u>	Less Depreciation
	<u>\$</u>	<b>Adj. Tot. Oper. Exp.</b> <u>1,147,491</u> (B)

**Average Monthly Operating Expense:**

B / 10 \$ **114,749** (C)

**Three Times Monthly Average:**

3 X C \$ **344,247** (D)

TOTAL IN BOX A	\$	<u>215,932</u>
LESS TOTAL IN BOX D	\$	<u>344,247</u>
NET	\$	<u>(128,315)</u>
From above:		
<b>A is greater than D, cash exceeds 3 X average monthly operating expenses.</b>		
<b>D is greater than A, cash does not exceed 3 X average monthly operating expenses.</b>		

\*Inventories are not to be included in total current assets.

SCHEDULE OF AUDITED ENROLLMENTS

HARRISON TOWN SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2020

	2021-2022 Application for State School Aid						Sample for Verification						Private Schools for Handicapped				
	Reported on A.S.S.A. On-Roll		Reported on Workpapers On-Roll		Errors		Sample Selected from Workpapers		Verified per Registers On-Roll		Errors per Registers On-Roll		Reported on A.S.S.A. as Private Schools	Sample for Verification	Sample Verified	Sample Errors	
	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared	Full	Shared					
Full Day Kindergarten	117.0		117.0		-	-	17.0		17.0		-	-					-
One	126.0		126.0		-	-	18.0		18.0		-	-					-
Two	120.0		120.0		-	-	17.0		17.0		-	-					-
Three	117.0		117.0		-	-	17.0		17.0		-	-					-
Four	111.0		111.0		-	-	16.0		16.0		-	-					-
Five	124.0		124.0		-	-	18.0		18.0		-	-					-
Six	127.0		127.0		-	-	18.0		18.0		-	-					-
Seven	121.0		121.0		-	-	17.0		17.0		-	-					-
Eight	130.0		130.0		-	-	19.0		19.0		-	-					-
Nine	139.0		139.0		-	-	20.0		20.0		-	-					-
Ten	146.0		146.0		-	-	21.0		21.0		-	-					-
Eleven	147.0		147.0		-	-	21.0		21.0		-	-					-
Twelve	132.0		132.0		-	-	19.0		19.0		-	-					-
Sub-Total	1,657.0	-	1,657.0	-	-	-	238.0	-	238.0	-	-	-	-	-	-	-	-
Special Ed - Elementary	126.0		126.0		-	-	18.0		18.0		-	-	17.0	15.0	15.0		-
Special Ed - Middle	58.0		58.0		-	-	8.0		8.0		-	-	9.0	8.0	8.0		-
Special Ed - High	107.0		107.0		-	-	15.0		15.0		-	-	19.0	16.0	16.0		-
Sub-Total	291.0	-	291.0	-	-	-	41.0	-	41.0	-	-	-	45.0	39.0	39.0		-
Totals	1,948.0	-	1,948.0	-	-	-	279.0	-	279.0	-	-	-	45.0	39.0	39.0		-
Percentage Error					0.0%	0.0%					0.0%	0.0%					0.0%

SCHEDULE OF AUDITED ENROLLMENTS

HARRISON TOWN SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2020

	Low Income						Sample of Verification											
	Free Reported on A.S.S.A. as Low Income	Free Reported on A.S.S.A. as Low Income S/T	Reduced Reported on A.S.S.A. as Low Income	Free Reported on Workpapers as Low Income	Free Reported on Workpapers as Low Income S/T	Reduced Reported on Workpapers as Low Income	Free Errors	Free Errors S/T	Reduced Errors	Free Sample Selected from Workpapers	Free Sample Selected from Workpapers S/T	Reduced Sample Selected from Workpapers	Free Verified to Application and Register	Free Verified to Application and Register S/T	Reduced Verified to Application and Register	Free Sample Errors	Free Sample Errors S/T	Reduced Sample Errors
Full Day Kindergarten	60.0		14.0	60.0		14.0	-	-	-	12.0		7.0	12.0		7.0	-	-	-
One	70.0		16.0	70.0		16.0	-	-	-	14.0		8.0	14.0		8.0	-	-	-
Two	77.0		19.0	77.0		19.0	-	-	-	16.0		10.0	16.0		10.0	-	-	-
Three	75.0		17.0	75.0		17.0	-	-	-	15.0		9.0	15.0		9.0	-	-	-
Four	65.0		22.0	65.0		22.0	-	-	-	13.0		11.0	13.0		11.0	-	-	-
Five	86.0		14.0	86.0		14.0	-	-	-	18.0		7.0	18.0		7.0	-	-	-
Six	90.0		21.0	90.0		21.0	-	-	-	19.0		11.0	19.0		11.0	-	-	-
Seven	79.0		20.0	79.0		20.0	-	-	-	16.0		11.0	16.0		11.0	-	-	-
Eight	87.0		24.0	87.0		24.0	-	-	-	18.0		13.0	18.0		13.0	-	-	-
Nine	91.0		21.0	91.0		21.0	-	-	-	19.0		11.0	19.0		11.0	-	-	-
Ten	100.0		23.0	100.0		23.0	-	-	-	20.0		12.0	20.0		12.0	-	-	-
Eleven	95.0		35.0	95.0		35.0	-	-	-	20.0		18.0	20.0		18.0	-	-	-
Twelve	100.0		13.0	100.0		13.0	-	-	-	21.0		7.0	21.0		7.0	-	-	-
Sub-Total	1,075.0	-	258.0	1,075.0	-	259.0	-	-	-	221.0	-	135.0	221.0	-	135.0	-	-	-
Special Ed - Elementary	91.0		18.0	91.0		18.0	-	-	-	19.0		9.0	19.0		9.0	-	-	-
Special Ed - Middle	39.0		6.0	39.0		6.0	-	-	-	8.0		3.0	8.0		3.0	-	-	-
Special Ed - High	75.0		13.0	75.0		13.0	-	-	-	16.0		7.0	16.0		7.0	-	-	-
Sub-Total	205.0	-	37.0	205.0	-	37.0	-	-	-	43.0	-	19.0	43.0	-	19.0	-	-	-
Totals	1,280.0	-	296.0	1,280.0	-	296.0	-	-	-	264.0	-	154.0	264.0	-	154.0	-	-	-
Percentage Error							0.0%	0.0%	0.0%							0.0%	0.0%	0.0%

	Transportation						Average Mileage - Special Education with Special Needs	Reported	Recalculated
	Reported on DTRRS by DOE	Reported on DTRRS by District	Errors	Tested	Verified	Errors			
Special Education with Special Needs	51.0	51.0	-	41.0	41.0	-	13.2	13.2	
Totals	51.0	51.0	-	41.0	41.0	-			
Percentage Error			0.0%			0.0%			

SCHEDULE OF AUDITED ENROLLMENTS

HARRISON TOWN SCHOOL DISTRICT  
 APPLICATION FOR STATE SCHOOL AID SUMMARY  
 ENROLLMENT AS OF OCTOBER 15, 2020

	Resident LEP NOT Low Income			Sample for Verification			Bilingual Education Low Income			Sample for Verification		
	Reported on A.S.S.A. as NOT Low Income	Reported on Workpapers NOT Low Income	Errors	Sample Selected from Workpapers	Verified to Test Score and Register	Sample Errors	Reported on A.S.S.A. as LEP Low Income	Reported on Workpapers LEP Low Income	Errors	Sample Selected from Workpapers	Verified to Test Score and Register	Sample Errors
Full Day Kindergarten	1.0	1.0	-	1.0	1.0	-	17.0	17.0	-	10.0	10.0	-
One	1.0	1.0	-	1.0	1.0	-	22.0	22.0	-	13.0	13.0	-
Two	4.0	4.0	-	3.0	3.0	-	20.0	20.0	-	11.0	11.0	-
Three	-	-	-	-	-	-	13.0	13.0	-	7.0	7.0	-
Four	1.0	1.0	-	1.0	1.0	-	11.0	11.0	-	6.0	6.0	-
Five	1.0	1.0	-	1.0	1.0	-	10.0	10.0	-	6.0	6.0	-
Six	1.0	1.0	-	1.0	1.0	-	14.0	14.0	-	8.0	8.0	-
Seven	1.0	1.0	-	1.0	1.0	-	13.0	13.0	-	7.0	7.0	-
Eight	1.0	1.0	-	1.0	1.0	-	16.0	16.0	-	9.0	9.0	-
Nine	1.0	1.0	-	1.0	1.0	-	15.0	15.0	-	9.0	9.0	-
Ten	5.0	5.0	-	3.0	3.0	-	21.0	21.0	-	12.0	12.0	-
Eleven	1.0	1.0	-	1.0	1.0	-	24.0	24.0	-	14.0	14.0	-
Twelve	-	-	-	-	-	-	19.0	19.0	-	11.0	11.0	-
Sub-Total	18.0	18.0	-	15.0	15.0	-	215.0	215.0	-	123.0	123.0	-
Special Ed - Elementary	1.0	1.0	-	1.0	1.0	-	9.0	9.0	-	5.0	5.0	-
Special Ed - Middle	1.0	1.0	-	1.0	1.0	-	2.0	2.0	-	1.0	1.0	-
Special Ed - High	-	-	-	-	-	-	11.0	11.0	-	6.0	6.0	-
Sub-Total	2.0	2.0	-	2.0	2.0	-	22.0	22.0	-	12.0	12.0	-
Totals	20.0	20.0	-	17.0	17.0	-	237.0	237.0	-	135.0	135.0	-
Percentage Error			0.0%						0.0%			

**HARRISON TOWN SCHOOL DISTRICT**  
**COUNTY OF HUDSON**  
**FISCAL YEAR ENDED JUNE 30, 2021**

**EXCESS SURPLUS CALCULATION**

**SCHOOL BASED BUDGET DISTRICT**

**SECTION 1**

**A. 4% Calculation of Excess Surplus**

2020-21 Total General Fund Expenditures per the CAFR, Ex. C-1	\$ <u>45,432,348.79</u> (A)	
Increased by:		
Transfer from Capital Outlay to Capital Projects Fund	\$ _____ (A1a)	
Transfer from Capital Reserve to Capital Projects Fund	\$ _____ (A1a)	
Less: Expenditures Allocated to Restricted Federal Resources as Reported on Exhibit D-2	\$ _____ (A1b)	
Decreased by:		
On-Behalf TPAF Pension and Social Security	\$ <u>7,839,353.58</u> (A4)	
Assets Acquired Under Capital Leases in Fund 15	\$ _____ (A5)	
 Adjusted 2020-21 General Fund Expenditures	 \$ <u><u>37,592,995.21</u></u> (A9)	
 4% of Adjusted 2020-21 General Fund Expenditures [(A9) times .04]	 \$ <u>1,503,719.81</u> (A10)	
Enter Greater of (A10) or \$250,000	\$ <u>1,503,719.81</u> (A11)	
Increased by: Allowable Adjustment *	\$ <u>517,031.00</u> (K)	
 Maximum Unassigned Fund Balance [(A11)+(K)]		 \$ <u><u>2,020,750.81</u></u> (M)

**SECTION 2**

Total General Fund - Fund Balances @ 6-30-21 (Per CAFR Budgetary Comparison Schedule C-1)	\$ <u>3,804,705.95</u> (C)	
Decreased by:		
Year ended Encumbrances	\$ <u>1,315,448.35</u> (C1)	
Legally Restricted - Designated for Subsequent Year's Expenditures	\$ <u>306,947.32</u> (C2)	
Excess Surplus - Designated for Subsequent Year's Expenditures**	\$ <u>151,568.68</u> (C3)	
Other Restricted Fund Balances ****	\$ <u>617,907.19</u> (C4)	
Assigned - Fund Balance - Designated for Subsequent Year's Expenditures	\$ _____ (C5)	
 Total Unassigned Fund Balance [(C)-(C1)-(C2)-(C3)-(C4)-(C5)]		 \$ <u><u>1,412,834.41</u></u> (U1)



**BOARD OF EDUCATION  
HARRISON TOWN SCHOOL DISTRICT  
COUNTY OF HUDSON  
FISCAL YEAR ENDED JUNE 30, 2021**

**SECTION 3**

Restricted Fund Balance - Excess Surplus\*\*\*[(U2)-(M)] IF NEGATIVE ENTER -0- \$ 0.00 (E)

**Recapitulation of Excess Surplus as of June 30, 2021**

Reserved Excess Surplus - Designated for Subsequent Year's Expenditures**	\$ <u>151,568.68</u> (C3)
Reserved Excess Surplus***[(E)]	\$ <u>0.00</u> (E)
<b>Total [(C3) + (E)]</b>	<b>\$ <u>151,568.68</u> (D)</b>

\* This adjustment line (as detailed below) is to be utilized for Impact Aid, Sale and Lease-back (Refer to the Audit Program Section II, Chapter 10) and Extraordinary Aid, and Additional Nonpublic School Transportation Aid. Refer to the Audit Program Section II, Chapter 10 for restrictions on the inclusion of Extraordinary Aid and Additional Nonpublic School Transportation Aid.

**Detail of Allowable Adjustments**

Impact Aid	\$	_____ (H)
Sale and Lease-Back	\$	_____ (I)
Extraordinary Aid	\$	<u>517,031.00</u> (J1)
Additional Nonpublic School Transportation Aid	\$	_____ (J2)
<b>Total Adjustments [(H)+(I)+(J1)+(J2)]</b>	<b>\$</b>	<b><u>517,031.00</u> (K)</b>

\*\* This amount represents the June 30, 2021 Excess Surplus (C3 above) and must be included in the Audit Summary Worksheet Line 90031.

\*\*\* Amounts must agree to the June 30, 2021 CAFR and Audit Summary Worksheet Line 90030.

\*\*\*\* Amount for Other Restricted/Reserved Fund Balance must be detailed for each source and request for approval to use amounts other than state imposed legal restrictions in the excess surplus calculation must be submitted to the Assistant Commissioner - Field Services prior to September 30.

**Detail of Other Restricted Fund Balance**

Statutory restrictions:	
Approved unspent separate proposal	\$ _____
Capital outlay for a district with a capital outlay Cap Waiver	\$ _____
Sale/lease-back reserve	\$ _____
Capital reserve	\$ <u>451,101.42</u>
Maintenance reserve	\$ _____
Unemployment reserve	\$ <u>161,730.48</u>
Other state/government mandated reserve	\$ <u>5,075.29</u>
 [Other Restricted Fund Balance not noted above] ****	 \$ _____
<b>Total Other Restricted Fund Balance</b>	<b>\$ <u>617,907.19</u> (C4)</b>

HARRISON TOWN SCHOOL DISTRICT

ENCUMBRANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Encumbrances per the June 30, 2021 Board Secretary's Report

\$1,315,448.35

<u>Description</u>	<u>Total by Category</u>	<u>Amount Properly Encumbered</u>	<u>Encumbrances Cancelled Through Audit Adjustments</u>
Salaries	\$ 362,716.64	\$ 362,716.64	\$
General Supplies	121,165.54	121,165.54	
Purchased Educational Services	23,361.04	23,361.04	
Purchased Technical Services	12,928.40	12,928.40	
Other Purchased Services	8,662.86	8,662.86	
Other Salaries	50,093.26	50,093.26	
Communications/Telephones	17,978.26	17,978.26	
Health Benefits	28,315.96	28,315.96	
Tuition	311,935.82	311,935.82	
Miscellaneous Purchased Services	19,765.69	19,765.69	
Operations of Plant	80,944.03	80,944.03	
Transportation	254,584.88	254,584.88	
Equipment	3,373.59	3,373.59	
Textbooks	16,632.50	16,632.50	
Other Objects	2,989.88	2,989.88	
	<u>1,315,448.35</u>	<u>1,315,448.35</u>	<u>-</u>
Total Encumbrances Cancelled During the Audit			<u>-</u>
Fund Balance Reserved for Encumbrances in the CAFR			<u>\$1,315,448.35</u>

**HARRISON TOWN SCHOOL DISTRICT**  
**AUDIT RECOMMENDATIONS SUMMARY**  
**FISCAL YEAR ENDED JUNE 30, 2021**

It is recommended that:

1. Administrative Practices and Procedures  
None
2. Financial Planning, Accounting and Reporting  
None
3. School Purchasing Program  
None
4. School Food Service  
None
5. Student Body Activities  
None
6. Application for State School Aid  
None
7. Pupil Transportation  
None
8. Facilities and Capital Assets  
None
9. Follow-Up on Prior Years' Findings  
None
10. Miscellaneous  
None

